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process, and the Director of Insurance would be an agent for processing. You could send your complaint and summons to the Director of Insurance, and that would work to be actual notice then to the company that they were being sued. Well, we stopped doing that in the...perhaps it was the eighties, perhaps it was the nineties, I'm not sure which; however, when we stopped doing that, we left out fraternal insurance companies. Well, we have one, and that's Woodmen of the World in Omaha. And we repealed that service of process status for the director in every other kind of insurance but this one. Well, we now have stumbled across the fact we didn't do that, so we're doing that in this bill. We make a number of changes in our Guaranty Association statute for life and health. Guaranty Association is the closest thing to the FDIC that exists in insurance, and it is not an exact match by any nature, by any means. A guaranty funds is an organization that says if one of the member companies goes down and they don't have the money to keep their word, to keep their contractual promises with their policyholders, other companies who are in the guaranty fund will pony up the money to meet those obligations. Now there is a maximum amount of obligation that the guaranty fund will pick up. Historically, for health-related injuries, accidents, costs, claims, that is \$300,000. This bill moves that to \$500,000, so that if you are a policyholder you would be covered up to \$500,000 by the Guaranty Association. Understand, the Guaranty Association is not an act of largess or altruism on the part of insurance companies because contributions that they make, to make up the difference for when one of their member companies goes down, is a credit against their premium tax. So they give us money but they get a business tax credit in the form of a premium tax credit when they do that. On the other hand, it is a way of making sure that policyholders get their promises kept, which is a good idea. What constitutes reinsurance and credit for reinsurance, for reinsurance contracts, now will be defined to allow a direct payment to policyholders to be considered as a credit for reinsurance, out of reinsurance contracts. In the event you transfer a policy from one company to another company that is in a group of companies so that they're related, you do not have to do a separate cancellation and rewriting practice because that entails a relatively costly notice that has to be sent out to